

**2005****California Capital Gain or Loss Adjustment**

Do not complete this schedule if all of your California gains (losses) are the same as your federal gains (losses).

**D (540)**

Name(s) as shown on return

Social security number

	(a) Description of property (identify S corporation stock) Example 100 shares of "Z" (S stock)	(b) Sales price	(c) Cost or other basis	(d) Loss. If (c) is more than (b), subtract (b) from (c)	(e) Gain. If (b) is more than (c), subtract (c) from (b)
<b>1a</b>	<b>*0010</b>	<b>+0020</b>	<b>+0030</b>	<b>+0040</b>	<b>+0050</b>
	<b>0060</b>	<b>0070</b>	<b>0080</b>	<b>0090</b>	<b>0100</b>
<b>1b</b>	<b>0110</b>	<b>0120</b>	<b>0130</b>	<b>0140</b>	<b>0150</b>
	<b>0160</b>	<b>0170</b>	<b>0180</b>	<b>0190</b>	<b>0200</b>
<b>2</b>	Net gain or (loss) shown on California Schedule(s) K-1 (541, 565, 568, and 100S) .....			<b>0210</b>	<b>0220</b>
<b>3</b>	Capital gain distributions (federal Form 1099-DIV, box 2a minus box 2c) .....				<b>0222</b>
<b>4</b>	Total 2005 gains from all sources. Add column (e) amounts of line 1a, line 1b, line 2, and line 3 .....				<b>0230</b>
<b>5</b>	2005 loss. Add column (d) amounts of line 1a, line 1b, and line 2. Enter as a negative amount ..			<b>0240</b>	
<b>6</b>	California capital loss carryover from 2004, if any. See instructions. Enter as a negative amount ..			<b>0250</b>	
<b>7</b>	Total 2005 loss. Add line 5 and line 6. Enter as a negative amount .....			<b>0260</b>	
<b>8</b>	Combine line 4 and line 7. If a loss, go to line 9. If a gain, go to line 10 .....				<b>0270</b>
<b>9</b>	If line 8 is a loss, enter the smaller of: (a) the loss on line 8; or (b) \$3,000 (\$1,500 if married filing a separate return). See instructions ...				<b>( 0280 )</b>
<b>10</b>	Enter the gain or (loss) from federal Form 1040, line 13 .....				<b>0290</b>
<b>11</b>	Enter the California gain from line 8 or (loss) from line 9 .....				<b>0300</b>
<b>12a</b>	If line 10 is more than line 11, enter the difference here and on Schedule CA (540) line 13, column B .....				<b>0310</b>
<b>12b</b>	If line 10 is less than line 11, enter the difference here and on Schedule CA (540), line 13, column C .....				<b>0320</b>

**2005****Depreciation and Amortization Adjustments**

Do not complete this form if your California depreciation amounts are the same as federal amounts.

**3885A****Part I Identify the activity as passive or nonpassive.** (See instructions.)

Business or activity to which form FTB 3885A relates

**0020** This form is being completed for a passive activity.**0030** This form is being completed for a nonpassive activity.**0010****Part II Election to Expense Certain Tangible Property (IRC Section 179).****2** Enter the amount from line 12 of the Tangible Property Expense Worksheet in the instructions .....**0035****Part III Depreciation**

	(a) Description of property placed in service	(b) Date placed in service	(c) California basis for depreciation	(d) Method	(e) Life or rate	(f) California depreciation deduction
<b>3</b>	<b>*0040</b>	<b>+0050</b>	<b>+0060</b>	<b>+0080</b>	<b>+0090</b>	<b>+0100</b>
	<b>0140</b>	<b>0150</b>	<b>0160</b>	<b>0180</b>	<b>0190</b>	<b>0200</b>
	<b>0240</b>	<b>0250</b>	<b>0260</b>	<b>0280</b>	<b>0290</b>	<b>0300</b>
	<b>0340</b>	<b>0350</b>	<b>0360</b>	<b>0380</b>	<b>0390</b>	<b>0400</b>

**4** Add the amounts on line 3, column (f) .....**0840****5** California depreciation for assets placed in service prior to 2005 .....**0860****6** Total California depreciation from this activity. Add the amounts on line 2, line 4, and line 5 .....**0870****7** Total federal depreciation from this activity. Enter depreciation from your federal Form 4562, line 22 .....**0880****8a** If line 6 is more than line 7, enter the difference here and see instructions .....**0940****8b** If line 6 is less than line 7, enter the difference here and see instructions .....**0950****Part IV Amortization**

	(a) Description of cost amortizable	(b) Date placed in service	(c) California basis for amortization	(d) Code section	(e) Period or percentage	(f) California amortization deduction
<b>9</b>	<b>*0960</b>	<b>+0970</b>	<b>+0980</b>	<b>+0990</b>	<b>+1000</b>	<b>+1010</b>
	<b>1020</b>	<b>1030</b>	<b>1040</b>	<b>1050</b>	<b>1060</b>	<b>1070</b>
	<b>1080</b>	<b>1090</b>	<b>1100</b>	<b>1110</b>	<b>1120</b>	<b>1130</b>
	<b>1140</b>	<b>1150</b>	<b>1160</b>	<b>1170</b>	<b>1180</b>	<b>1190</b>

**10** Total California amortization from this activity. Add the amounts on line 9, column (f) .....**1200****11** California amortization of costs that began before 2005 .....**1210****12** Total California amortization from this activity. Add the amounts on line 10 and line 11 .....**1220****13** Total federal amortization from this activity. Enter amortization from your federal Form 4562, line 44 .....**1230****14a** If line 12 is more than line 13, enter the difference here and see instructions .....**1240****14b** If line 12 is less than line 13, enter the difference here and see instructions .....**1250**